



CITY OF CARLSBAD - AGENDA BILL

| | | | | |
|-------|-----|----------------------------|------------|--|
| AB# | | REPORT ON CITY INVESTMENTS | DEPT. HEAD | |
| MTG. | | AS OF SEPTEMBER 30, 2013 | CITY ATTY. | |
| DEPT. | TRS | | CITY MGR. | |

RECOMMENDED ACTION:

Accept and file report.

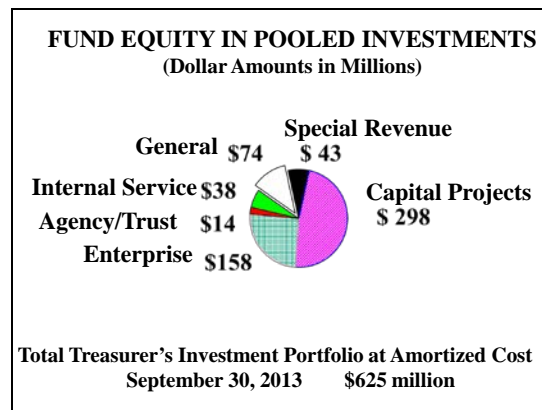
ITEM EXPLANATION:

The City's Investment Policy requires the City Treasurer to report to the City Council on a monthly basis the status of the City's pooled investment portfolio. A quarterly report is also required for the investments of bond proceeds held separately. The City's pooled investment portfolio as of the month ended September 30, 2013 is summarized below.

| Pooled Investment Portfolio (Cash and Securities) | | |
|---|---------------|-------------|
| | Current Month | Prior Month |
| Par Value | 621,282,590 | 621,135,429 |
| Cost of Investments | 627,716,165 | 628,173,066 |
| Amortized Cost (1) | 624,484,969 | 624,671,762 |
| Market Value (2) | 624,171,139 | 622,216,568 |

- (1) The cost of investments adjusted for amortized premiums and discounts.
 (2) The amount at which the investments could be sold. Source of market values is Union Bank of California's custodial report as of 9/30/13.

The equity portion of the various funds in the total portfolio is summarized in the graph below. Fund balances are restricted for various purposes. See Exhibit 8 for a more detailed breakdown.



FOR CITY CLERKS USE ONLY.

| | | | | | |
|------------------------|------------------|--------------------------|-----------------------------------|--------------------------|-------|
| COUNCIL ACTION: | APPROVED | <input type="checkbox"/> | CONTINUED TO DATE SPECIFIC | <input type="checkbox"/> | _____ |
| | DENIED | <input type="checkbox"/> | CONTINUED TO DATE UNKNOWN | <input type="checkbox"/> | |
| | CONTINUED | <input type="checkbox"/> | RETURNED TO STAFF | <input type="checkbox"/> | |
| | WITHDRAWN | <input type="checkbox"/> | OTHER – SEE MINUTES | <input type="checkbox"/> | |
| | AMENDED | <input type="checkbox"/> | | | |

DEPARTMENT CONTACT: Nancy Sullivan (760) 602-2473 Nancy.Sullivan@carlsbadca.gov

| Pooled Investment Interest Income | | | |
|--|---------------------------|-------------------------|-----------------------------|
| | Current Month FYTD | Prior Month FYTD | Current Month Income |
| Cash Income Fiscal Year-to-Date * | 2,184,793 | 1,541,566 | 643,227 |

*The cash income received is adjusted for any accrued interest purchased.

| Pooled Investment Performance/M Measurement | | | |
|--|-----------------------------|----------------------------------|--------------------------|
| | Average Life (Years) | Average Yield To Maturity | Modified Duration |
| July 2013 | 2.29 | 1.023% | 2.209 |
| August 2013 | 2.22 | 1.01% | 2.143 |
| September 2013 | 2.26 | 1.015% | 2.187 |

All pooled investments have been made in accordance with the City's Investment Policy adopted January 2, 1985 and last revised August 28, 2012. All investments were initially made in accordance with the City's Investment Policy. Events subsequent to the purchase might have resulted in some investments not being in compliance with the current policy. These events are typically a change in the City's Investment Policy, a change in the credit rating subsequent to a purchase, or a temporary reduction in total portfolio assets. See Exhibit 9 for details.

The pooled investment portfolio has the ability to meet the City's cash flow demands for the next six (6) months.

| Investment Portfolio for Bond Proceeds | | |
|---|------------------------|----------------------|
| | Current Quarter | Prior Quarter |
| Par Value | 11,572,890 | 11,545,425 |
| Cost | 11,572,890 | 11,545,425 |

EXHIBITS FOR POOLED INVESTMENTS:

1. Investment Portfolio Breakdown By Amortized Cost, Market Value, Cash Income, and Average Yield
2. Investment Portfolio Breakdown Of Maturities
3. Yield Comparison Graph
4. Market Yield Curve
5. Cumulative Cash Income Graph
6. First Quarter Transactions

7. Detailed Investment Report
8. Fund Equity in Pooled Investments
9. Corporate Note and Commercial Paper Ratings
10. Percentage Weightings By Corporate Note Issuer

EXHIBIT FOR INVESTMENTS OF BOND PROCEEDS HELD SEPARATELY:

11. Detailed Investment Report – Quarterly Report

EXHIBIT FOR SUMMARY OF OUTSTANDING HOUSING LOANS:

12. Detail Of Outstanding Housing Loans – Quarterly Report

CITY OF CARLSBAD INVESTMENT PORTFOLIO
AS OF SEPTEMBER 30, 2013

BREAKDOWN BY AMORTIZED COST, MARKET VALUE, CASH INCOME, AND AVERAGE YIELD BY CLASS

| <u>Class</u> | <u>AMORTIZED COST</u> | | <u>MARKET VALUE</u> | | <u>Cash Income Year to Date</u> | <u>AVERAGE YIELD</u> | |
|---------------|-----------------------|----------------------|----------------------|----------------------|-------------------------------------|----------------------|--------------------|
| | <u>Current Month</u> | <u>Prior Month</u> | <u>Current Month</u> | <u>Prior Month</u> | | <u>Current Month</u> | <u>Prior Month</u> |
| CD | 16,302,308 | 17,046,904 | 16,266,875 | 17,006,791 | 41,861 | 0.90 | 0.90 |
| FN | 12,289,780 | 12,279,464 | 12,356,002 | 12,333,918 | 0 | 0.83 | 0.83 |
| TR | 0 | 1,000,501 | 0 | 1,002,270 | 15,625 | 0.00 | 2.45 |
| FA | 297,591,030 | 288,796,806 | 296,140,154 | 285,742,617 | 984,688 | 1.10 | 1.12 |
| CN | 170,311,260 | 165,449,659 | 171,417,517 | 166,032,543 | 1,053,816 | 1.45 | 1.47 |
| LAIF | 122,872,816 | 134,670,816 | 122,872,816 | 134,670,816 | 88,618 | 0.27 | 0.27 |
| CUSTODY | 133,263 | 262,365 | 133,263 | 262,365 | 3 | 0.00 | 0.00 |
| SWEEP | 4,580,652 | 4,245,718 | 4,580,652 | 4,245,718 | 183 | 0.02 | 0.02 |
| BANK ACCT | 403,860 | 919,530 | 403,860 | 919,530 | 0 | 0.02 | 0.02 |
| TOTALS | \$624,484,969 | \$624,671,762 | \$624,171,139 | \$622,216,568 | 2,184,793 | 1.02% | 1.01% |

CD - Certificate of Deposit
 FN - Federal Discount Notes
 TR - US Treasury

FA - Federal Agency
 CN - Corporate Notes
 LAIF - Local Agency Investment Fund

Custody - Investment Cash account
 SWEEP - General Fund Overnight Cash account
 Bank Account - General Fund Cash account

**CITY OF CARLSBAD INVESTMENT PORTFOLIO
AS OF SEPTEMBER 30, 2013**

BREAKDOWN OF MATURITIES BY CLASSIFICATION AND LENGTH OF TIME

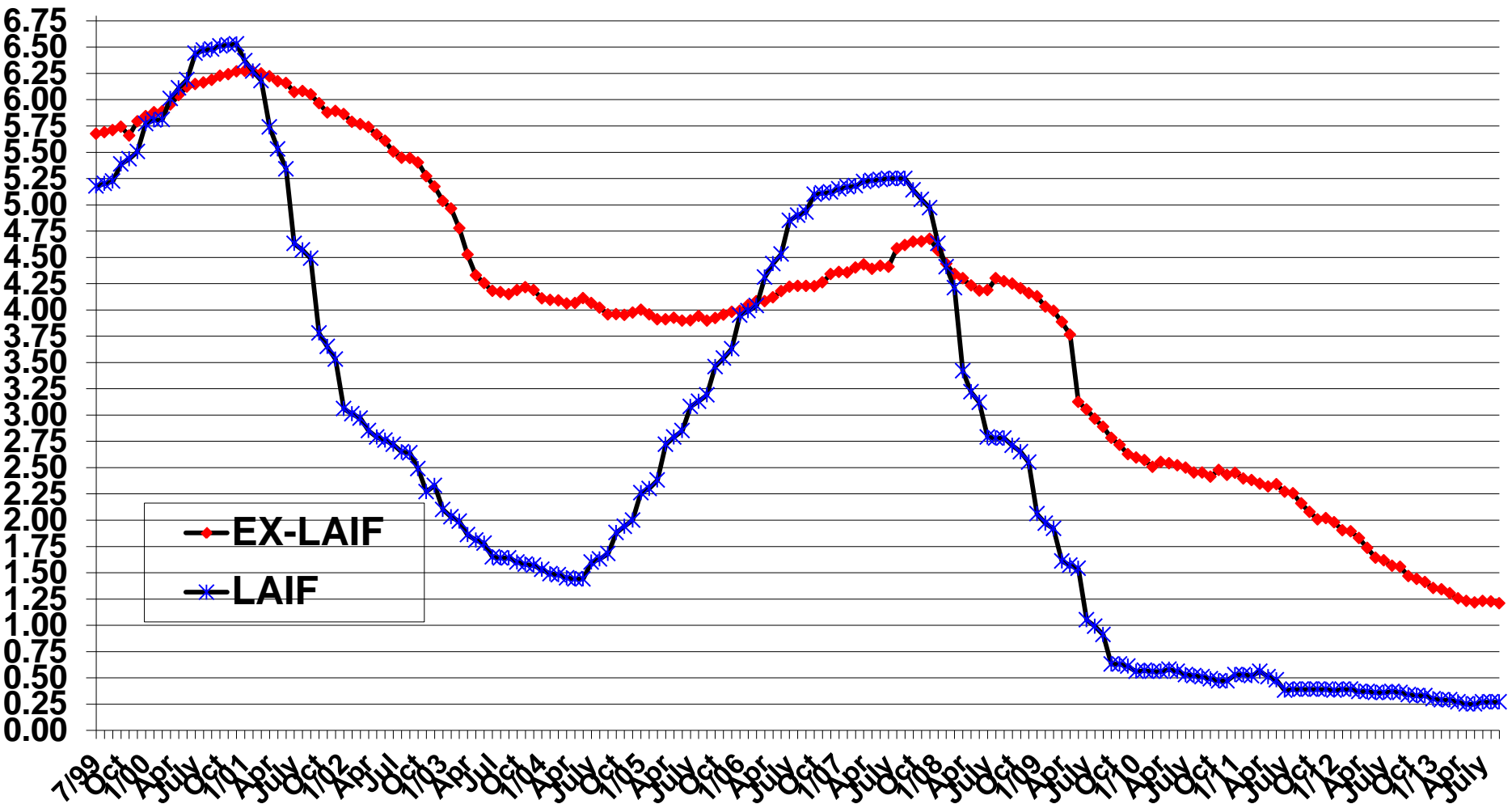
| <u>CLASS</u> | <u>WITHIN 6 MONTHS</u> | <u>7 MONTHS TO 1 YEAR</u> | <u>1 TO 5 YEARS</u> | <u>TOTAL</u> | <u>% TOTAL</u> |
|-----------------------|------------------------|----------------------------|---------------------|---------------|----------------|
| CD | 744,000 | 3,724,751 | 11,829,101 | 16,297,852 | 2.6% |
| FN | 4,099,416 | 5,461,604 | 2,419,825 | 11,980,845 | 1.9% |
| TR | 0 | 0 | 0 | 0 | 0.0% |
| FA | 15,437,880 | 15,925,520 | 267,596,761 | 298,960,161 | 47.6% |
| CN | 3,528,648 | 13,859,832 | 155,098,237 | 172,486,718 | 27.5% (2) |
| LAIF | 122,872,816 | 0 | 0 | 122,872,816 | 19.6% |
| CUSTODY | 133,263 | 0 | 0 | 133,263 | 0.0% |
| SWEEP | 4,580,652 | 0 | 0 | 4,580,652 | 0.7% |
| BANK ACCT | 403,860 | 0 | 0 | 403,860 | 0.1% |
| TOTALS | \$151,800,534 (1) | \$38,971,707 (1) | \$436,943,924 | \$627,716,165 | 100.0% |
| % TOTALS | 24.2% | 6.2% | 69.6% | 100.0% | |
| Total within One Year | | \$190,772,241 (1) 30.4% | | | |

POLICY: (1) Not less than \$140,781,000 to mature within one year. (2/3rds of current year operating budget of \$211,172,000.00)
(2) Policy states that not more than 30% of portfolio is to be invested in corporate notes.

YIELD COMPARISON

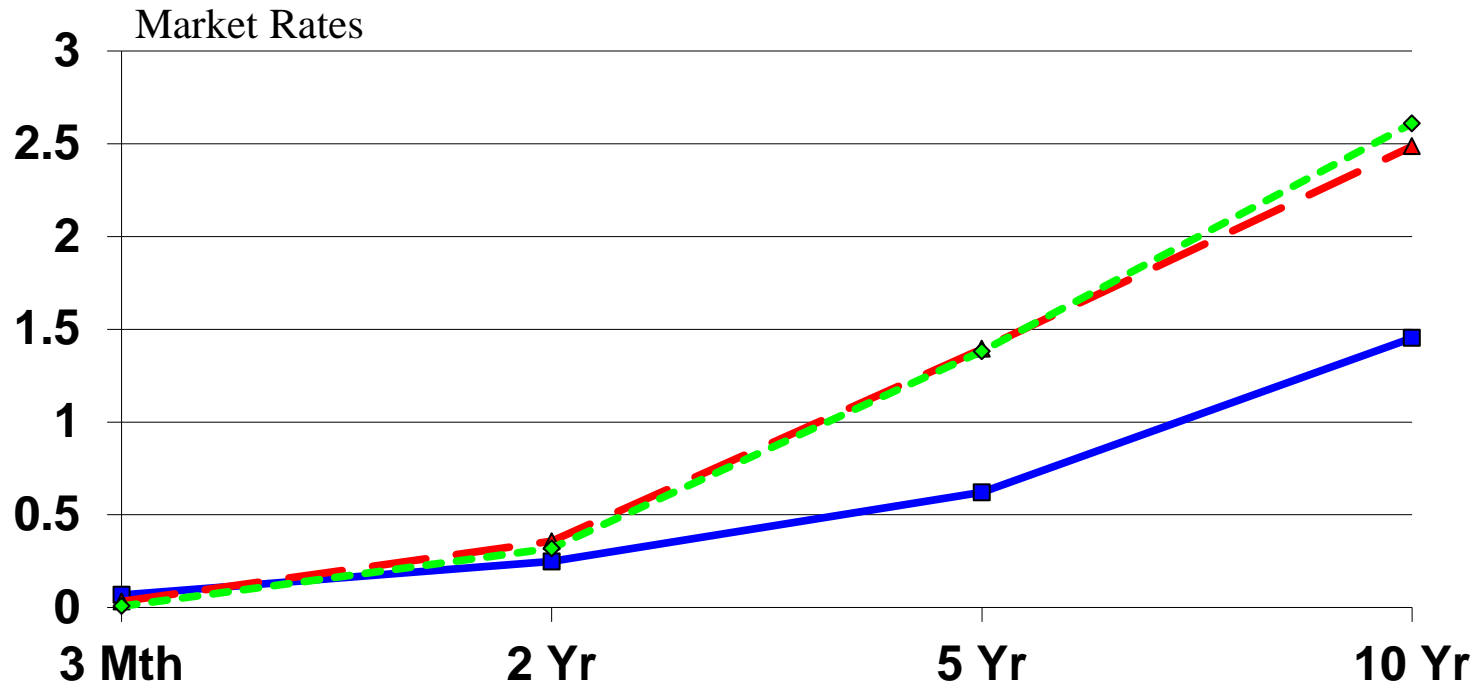
PORTFOLIO EX-LAIF VS. LAIF

JULY 1999 – SEPTEMBER 2013



MARKET YIELD CURVE

6/30/12, 6/30/13, 9/30/13

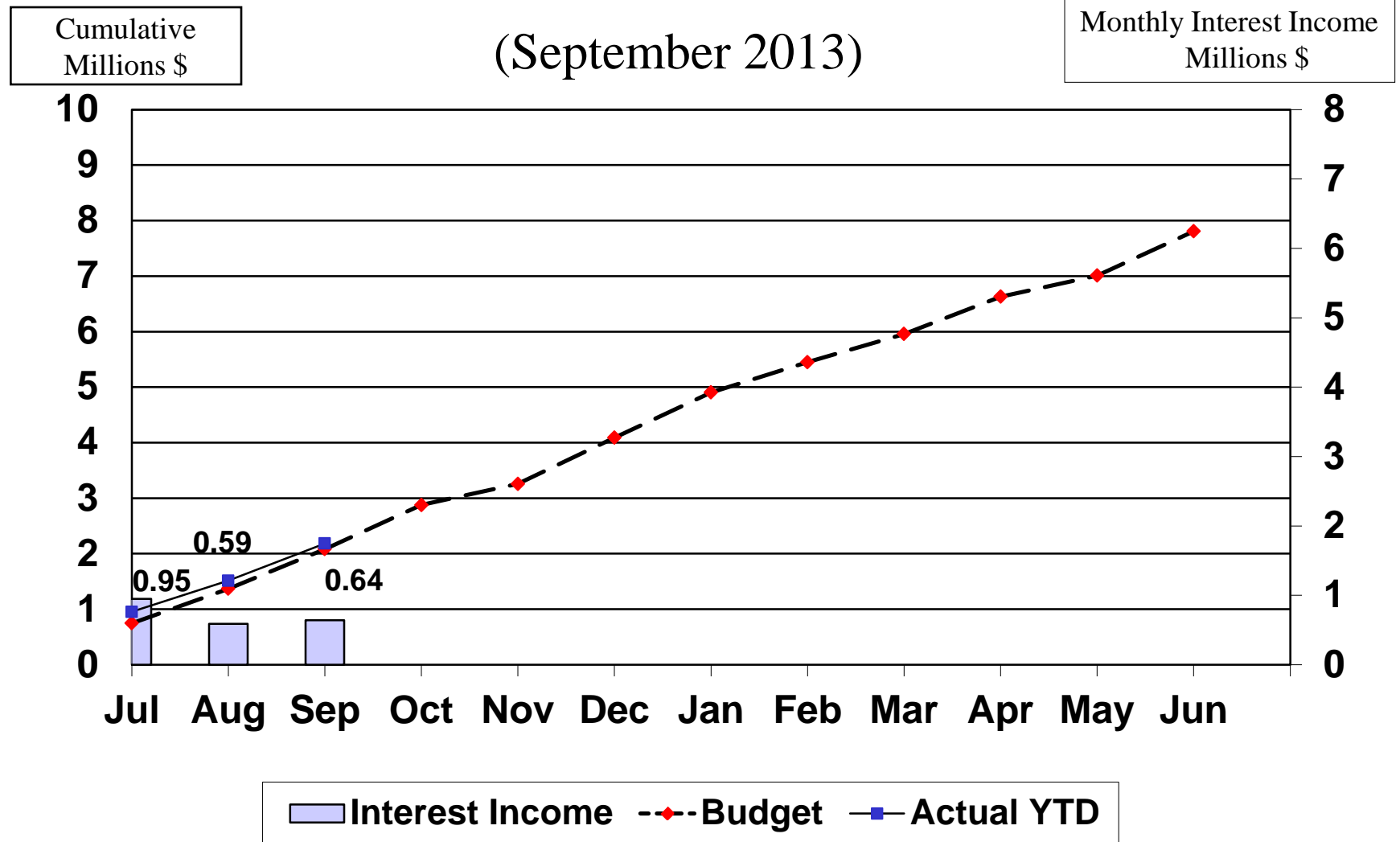


| | 3 Mth | 2 Yr | 5 Yr | 10 Yr |
|--------------|-------|------|------|-------|
| ■ 06/30/2012 | .07 | .25 | 0.62 | 1.45 |
| ▲ 06/30/2013 | .03 | .36 | 1.40 | 2.49 |
| ◆ 09/30/2013 | .01 | .32 | 1.38 | 2.61 |

Cumulative Cash Income

FY13-14

(September 2013)



TRANSACTIONS FOR PERIOD:

07/01/13 TO 09/30/13 1ST QUARTER 2013-2014

| <u>Trans Date</u> | <u>Investment Date</u> | <u>Type</u> | <u>Security</u> | <u>Call Date</u> | <u>Par Value</u> | <u>Coupon</u> | <u>Amount (Cost)</u> | <u>Return Rate</u> | <u>Interest</u> | <u>Investment Return</u> |
|--------------------------------------|------------------------|-------------|-----------------|------------------|----------------------|---------------|----------------------|--------------------|---------------------|--------------------------|
| BUYS | | | | | | | | | | |
| JULY | | | | | | | | | | |
| 06/18/2013 | 07/09/2013 | FA | FHLMC | 10/09/2013 | 1,600,000.00 | 1.500% | 1,599,520.00 | 1.506% | 120,480.00 | 1,720,000.00 |
| 06/20/2013 | 07/10/2013 | FA | FNMA | 07/14/2014 | 4,000,000.00 | 1.700% | 4,000,000.00 | 1.700% | 340,000.00 | 4,340,000.00 |
| 06/20/2013 | 07/17/2013 | FA | FHLB | 10/17/2013 | 4,150,000.00 | 1.750% | 4,147,925.00 | 1.760% | 365,200.00 | 4,513,125.00 |
| 07/17/2013 | 07/18/2013 | FA | FNMA | 02/28/2014 | 1,000,000.00 | 1.000% | 1,000,000.00 | 1.000% | 33,611.11 | 1,033,611.11 |
| 07/17/2013 | 07/30/2013 | FA | FHLB | 07/30/2015 | 3,000,000.00 | 1.850% | 3,000,000.00 | 1.850% | 277,500.00 | 3,277,500.00 |
| AUGUST - NONE | | | | | | | | | | |
| SEPTEMBER | | | | | | | | | | |
| 09/09/2013 | 09/10/2013 | FA | FNMA | 11/27/2013 | 3,000,000.00 | 0.500% | 2,991,765.00 | 0.625% | 41,443.33 | 3,033,208.33 |
| 09/05/2013 | 09/06/2013 | FA | FHLMC | 05/08/2015 | 5,000,000.00 | 0.700% | 4,855,000.00 | 1.515% | 273,527.78 | 5,128,527.78 |
| 09/05/2013 | 09/10/2013 | CN | CHEVRON CORP | N/A | 2,000,000.00 | 0.889% | 1,993,903.80 | 1.000% | 55,682.64 | 2,049,586.44 |
| 09/11/2013 | 09/15/2016 | FA | FFCB | N/A | 1,000,000.00 | 0.950% | 995,570.00 | 1.100% | 33,009.17 | 1,028,579.17 |
| 09/10/2013 | 09/13/2013 | CN | TOYOTA | N/A | 3,000,000.00 | 0.800% | 2,981,640.00 | 1.032% | 82,626.67 | 3,064,266.67 |
| 09/10/2013 | 09/18/2013 | FA | FFCB | 09/18/2014 | 3,000,000.00 | 1.700% | 3,000,000.00 | 1.700% | 204,000.00 | 3,204,000.00 |
| 09/10/2013 | 09/24/2013 | FA | FNMA | 03/24/2014 | 3,000,000.00 | 1.350% | 2,994,000.00 | 1.409% | 147,750.00 | 3,141,750.00 |
| TOTAL FIRST QUARTER 2013-2014 | | | | | <u>33,750,000.00</u> | | <u>33,559,323.80</u> | <u>1.423%</u> | <u>1,974,830.70</u> | <u>35,534,154.50</u> |

MATURITIES

| | | | | | | | | | | |
|--------------------------------------|------------|----|---------------------|-----|----------------------|--------|----------------------|---------------|---------------------|----------------------|
| JULY | | | | | | | | | | |
| | 08/27/2008 | FA | FNMA | N/A | 2,000,000.00 | 4.375% | 2,035,600.00 | 3.970% | 392,177.78 | 2,427,777.78 |
| AUGUST | | | | | | | | | | |
| | 08/19/2009 | FA | FFCB | N/A | 1,000,000.00 | 2.700% | 1,005,669.88 | 2.550% | 102,330.12 | 1,108,000.00 |
| | 05/12/2009 | CN | 3M | N/A | 2,000,000.00 | 4.375% | 2,121,417.76 | 2.850% | 251,186.41 | 2,372,604.17 |
| | 09/20/2012 | CD | BEAL BANK USA | N/A | 247,000.00 | 0.500% | 247,000.00 | 0.500% | 1,136.85 | 248,136.85 |
| | 11/10/2008 | TR | US TREASURY | N/A | 1,000,000.00 | 3.125% | 1,031,328.00 | 2.430% | 118,792.86 | 1,150,120.86 |
| SEPTEMBER | | | | | | | | | | |
| | 11/12/2008 | FA | FHLB | N/A | 1,000,000.00 | 4.000% | 1,007,890.00 | 3.818% | 184,776.67 | 1,192,666.67 |
| | 12/17/2008 | FA | FHLB | N/A | 2,000,000.00 | 4.375% | 2,154,940.00 | 2.625% | 259,712.78 | 2,414,652.78 |
| | 03/24/2010 | FA | FHLMC | N/A | 3,000,000.00 | 4.125% | 3,222,330.00 | 1.930% | 211,826.25 | 3,434,156.25 |
| | 11/12/2008 | TR | US TREASURY | N/A | 1,000,000.00 | 4.000% | 1,030,781.25 | 2.452% | 121,777.13 | 1,152,558.38 |
| | 09/16/2011 | CD | SAFRA NATIONAL BANK | N/A | 248,000.00 | 0.800% | 248,000.00 | 0.800% | 3,973.43 | 251,973.43 |
| | 09/16/2011 | CD | MERRICK BANK | N/A | 249,000.00 | 0.700% | 249,000.00 | 0.700% | 3,490.83 | 252,490.83 |
| | 09/30/2011 | CD | COMPASS BANK | N/A | 248,000.00 | 1.000% | 248,000.00 | 1.000% | 4,966.80 | 252,966.80 |
| TOTAL FIRST QUARTER 2013-2014 | | | | | <u>13,992,000.00</u> | | <u>14,601,956.89</u> | <u>2.616%</u> | <u>1,656,147.91</u> | <u>16,258,104.80</u> |

CALLS

| | | | | | | | | | | |
|-------------------------------|------------|------|------|------------|--------------|--------|--------------|--------|-----------|--------------|
| JULY | | NONE | | | | | | | | |
| AUGUST | | | | | | | | | | |
| 08/09/2012 | 08/27/2012 | FA | FNMA | 08/27/2013 | 5,000,000.00 | 0.520% | 5,000,000.00 | 0.520% | 78,000.00 | 5,078,000.00 |
| SEPTEMBER | | NONE | | | | | | | | |
| TOTAL FIRST QUARTER 2013-2014 | | | | | 5,000,000.00 | | 5,000,000.00 | 0.520% | 78,000.00 | 5,078,000.00 |

**INVESTMENT REPORT
AS OF SEPTEMBER 30, 2013**

| INVESTMENT DATE | TYPE | SECURITY | PAR VALUE | INVESTED AMOUNT | RETURN RATE | INTEREST | INVESTMENT RETURN | TERM (Days) |
|----------------------------|-------------|-----------------------------------|----------------------|----------------------------|------------------------|-----------------|------------------------------|------------------------|
| 02/23/2010 | FA | FFCB 3.875% NON-CALL | 1,000,000.00 | 1,065,180.00 | 2.000% | 75,181.11 | 1,140,361.11 | 1,322 |
| 10/19/2011 | FA | FNMA 1.125% NON-CALL | 5,000,000.00 | 5,061,150.00 | 0.500% | 49,631.25 | 5,110,781.25 | 720 |
| 04/15/2010 | FA | FHLB 2.00% NON-CALL | 2,000,000.00 | 2,000,000.00 | 2.000% | 140,000.00 | 2,140,000.00 | 1,279 |
| 10/19/2009 | FA | FFCB 5.350% NON-CALL | 2,000,000.00 | 2,235,072.36 | 2.264% | 193,522.08 | 2,428,594.44 | 1,463 |
| 01/20/2009 | FA | FHLB 3.125% NON-CALL | 2,000,000.00 | 2,047,941.08 | 2.600% | 258,135.31 | 2,306,076.39 | 1,788 |
| 02/12/2010 | FA | FFCB 3.00% NON-CALL | 1,000,000.00 | 1,028,536.49 | 2.250% | 91,463.51 | 1,120,000.00 | 1,461 |
| 09/17/2010 | FA | FNMA 1.3% CALL 3/17/11 | 2,000,000.00 | 2,000,000.00 | 1.300% | 91,000.00 | 2,091,000.00 | 1,277 |
| 03/24/2010 | FA | FHLB 2.5% NON-CALL | 3,000,000.00 | 3,016,423.52 | 2.363% | 300,034.82 | 3,316,458.34 | 1,542 |
| 10/20/2009 | FA | FFCB 4.375% NON-CALL | 3,000,000.00 | 3,234,480.00 | 2.595% | 381,665.83 | 3,616,145.83 | 1,714 |
| 03/24/2010 | FA | FHLB 5.5% NON-CALL | 3,000,000.00 | 3,395,255.41 | 2.323% | 328,452.92 | 3,723,708.33 | 1,603 |
| 09/08/2010 | FA | FNMA 1.50% CALL 3/8/11 | 2,000,000.00 | 2,000,000.00 | 1.500% | 120,000.00 | 2,120,000.00 | 1,461 |
| 03/24/2010 | FA | FHLB 5.25% NON-CALL | 2,000,000.00 | 2,231,960.00 | 2.490% | 237,040.00 | 2,469,000.00 | 1,633 |
| 03/24/2010 | FA | FFCB 3.0% NON-CALL | 2,000,000.00 | 2,047,400.80 | 2.440% | 222,265.87 | 2,269,666.67 | 1,643 |
| 01/23/2012 | FA | FHLB .52% NON-CALL | 5,000,000.00 | 5,000,000.00 | 0.520% | 78,000.00 | 5,078,000.00 | 1,096 |
| 05/08/2012 | FA | FNMA .55% CALL 2/27/14 ONE TIME | 3,000,000.00 | 3,002,700.00 | 0.518% | 43,545.83 | 3,046,245.83 | 1,025 |
| 02/23/2012 | FA | FHLB .55% NON-CALL | 5,000,000.00 | 5,000,000.00 | 0.550% | 88,763.89 | 5,088,763.89 | 1,177 |
| 08/08/2012 | FA | FAMCA .55% NON-CALL | 5,000,000.00 | 5,011,500.00 | 0.470% | 68,250.00 | 5,079,750.00 | 1,058 |
| 03/30/2011 | FA | FHLB 2.0% NON-CALL | 2,000,000.00 | 1,999,000.00 | 2.012% | 174,333.33 | 2,173,333.33 | 1,583 |
| 04/04/2011 | FA | FHLB 2.0% NON-CALL | 2,000,000.00 | 2,000,000.00 | 2.000% | 176,000.00 | 2,176,000.00 | 1,607 |
| 09/21/2010 | FA | FNMA 2.0% CALL 3/21/11 | 2,000,000.00 | 2,000,000.00 | 2.000% | 200,000.00 | 2,200,000.00 | 1,826 |
| 10/28/2010 | FA | FNMA 1.50% CALL 4/28/11 | 2,000,000.00 | 1,999,000.00 | 1.510% | 151,000.00 | 2,150,000.00 | 1,826 |
| 09/10/2013 | FA | FNMA .50% CALL 11/27/13 ONE TIME | 3,000,000.00 | 2,991,765.00 | 0.625% | 41,443.33 | 3,033,208.33 | 808 |
| 06/20/2012 | FA | FNMA 2.00% NON-CALL | 4,000,000.00 | 4,186,600.00 | 0.660% | 95,622.22 | 4,282,222.22 | 1,288 |
| 02/01/2013 | FA | FFCB .4% NON-CALL | 5,000,000.00 | 4,998,750.00 | 0.484% | 61,250.00 | 5,060,000.00 | 1,095 |
| 03/28/2013 | FA | FHLB .500% CALL 8/19/13 CONT | 4,000,000.00 | 4,000,000.00 | 0.500% | 57,833.33 | 4,057,833.33 | 1,058 |
| 02/24/2012 | FA | FHLMC .85% ONE CALL 2/24/14 | 3,000,000.00 | 2,995,500.00 | 0.890% | 106,500.00 | 3,102,000.00 | 1,461 |
| 06/20/2012 | FA | FNMA 2.25% NON-CALL | 5,000,000.00 | 5,285,278.17 | 0.700% | 135,034.33 | 5,420,312.50 | 1,364 |
| 06/27/2012 | FA | FFCB .80% CALL 6/21/13 CONTINUOUS | 5,000,000.00 | 5,002,500.00 | 0.786% | 146,833.33 | 5,149,333.33 | 1,363 |
| 09/24/2013 | FA | FNMA 1.35% CALL 3/24/14 QRTLY | 3,000,000.00 | 2,994,000.00 | 1.409% | 147,750.00 | 3,141,750.00 | 1,277 |
| 03/28/2013 | FA | FNMA .50% CALL 3/28/14 ONE TIME | 4,000,000.00 | 4,000,000.00 | 0.500% | 60,000.00 | 4,060,000.00 | 1,096 |
| 10/18/2012 | FA | FFCB .50% CALL 1/18/13 CONTINUOUS | 5,000,000.00 | 4,996,250.00 | 0.522% | 91,250.00 | 5,087,500.00 | 1,278 |
| 04/27/2011 | FA | FHLB 2.5% NON-CALL | 2,000,000.00 | 2,000,000.00 | 2.500% | 250,000.00 | 2,250,000.00 | 1,827 |
| 09/06/2013 | FA | FHLMC .70% CALL 5/8/15 ONE TIME | 5,000,000.00 | 4,855,000.00 | 1.515% | 273,527.78 | 5,128,527.78 | 1,340 |
| 06/20/2013 | FA | FHLMC .57% CALL 12/20/13 QRTLY | 4,000,000.00 | 3,984,400.00 | 0.702% | 84,000.00 | 4,068,400.00 | 1,096 |
| 09/12/2013 | FA | FFCB .95% NON-CALL | 1,000,000.00 | 995,570.00 | 1.100% | 33,009.17 | 1,028,579.17 | 1,099 |
| 01/11/2013 | FA | FHLMC .75% CALL 4/5/13 QRTLY | 4,000,000.00 | 4,002,320.00 | 0.730% | 109,680.00 | 4,112,000.00 | 1,363 |
| 10/06/2011 | FA | FFCB 1.30% NON-CALL | 5,000,000.00 | 5,000,000.00 | 1.300% | 325,000.00 | 5,325,000.00 | 1,827 |
| 12/05/2012 | FA | FFCB .65% CALL 1/24/13 CONTINUOUS | 2,266,000.00 | 2,265,433.50 | 0.657% | 57,805.03 | 2,323,238.53 | 1,419 |
| 07/18/2013 | FA | FNMA 1.0% CALL 2/28/14 QRTLY | 1,000,000.00 | 1,000,000.00 | 1.000% | 33,611.11 | 1,033,611.11 | 1,229 |
| 05/28/2013 | FA | FNMA .50% CALL 5/28/14 QRTLY | 5,000,000.00 | 4,997,500.00 | 0.514% | 90,000.00 | 5,087,500.00 | 1,280 |
| 11/27/2012 | FA | FHLB .55% BULLET | 5,000,000.00 | 5,000,000.00 | 0.550% | 112,291.67 | 5,112,291.67 | 1,491 |

**INVESTMENT REPORT
AS OF SEPTEMBER 30, 2013**

| INVESTMENT DATE | TYPE | SECURITY | PAR VALUE | INVESTED AMOUNT | RETURN RATE | INTEREST | INVESTMENT RETURN | TERM (Days) |
|----------------------------|-------------|-------------------------------------|----------------------|----------------------------|------------------------|-----------------|------------------------------|------------------------|
| 12/27/2012 | FA | FFCB .60% BULLET | 3,000,000.00 | 3,000,000.00 | 0.600% | 90,000.00 | 3,090,000.00 | 1,461 |
| 04/30/2013 | FA | FHLB .50% ONE CALL 6/30/15 | 4,000,000.00 | 4,000,000.00 | 0.500% | 73,333.33 | 4,073,333.33 | 1,340 |
| 01/03/2013 | FA | FHLMC .60% BULLET | 3,000,000.00 | 2,998,500.00 | 0.613% | 73,500.00 | 3,072,000.00 | 1,461 |
| 05/24/2012 | FA | FNMA 1.150% ONE CALL 2/28/14 | 2,050,000.00 | 2,050,000.00 | 1.150% | 112,243.19 | 2,162,243.19 | 1,741 |
| 03/13/2012 | FA | FNMA 1.150% ONE CALL 3/13/14 | 3,950,000.00 | 3,942,100.00 | 1.191% | 235,025.00 | 4,177,125.00 | 1,826 |
| 05/30/2012 | FA | FHLMC 1.2% CALL 5/30/14 QRTLY | 5,000,000.00 | 5,000,000.00 | 1.200% | 300,000.00 | 5,300,000.00 | 1,826 |
| 08/16/2012 | FA | FHLB .875% NON-CALL | 4,000,000.00 | 4,000,000.00 | 0.875% | 169,166.67 | 4,169,166.67 | 1,765 |
| 07/12/2012 | FA | FNMA 1.1% CALL 7/11/14 QRTLY | 4,000,000.00 | 4,000,000.00 | 1.100% | 219,877.78 | 4,219,877.78 | 1,825 |
| 08/14/2012 | FA | FNMA 1.0% CALL 8/14/13 QRTLY | 5,000,000.00 | 5,000,000.00 | 1.000% | 250,000.00 | 5,250,000.00 | 1,826 |
| 12/11/2012 | FA | FNMA .70% CALL8/22/13 QRTLY STEP | 2,800,000.00 | 2,803,889.20 | 0.700% | 132,976.36 | 2,936,865.56 | 1,715 |
| 09/18/2013 | FA | FFCB 1.70% CALL 9/18/14 CONT | 3,000,000.00 | 3,000,000.00 | 1.700% | 204,000.00 | 3,204,000.00 | 1,461 |
| 09/27/2012 | FA | FNMA 0.70% CALL 9/27/13 QRTLY STEP | 5,000,000.00 | 5,000,000.00 | 1.165% | 293,750.00 | 5,293,750.00 | 1,826 |
| 12/19/2012 | FA | FHLB 1.0% CALL 5/9/13 MONTHLY | 3,000,000.00 | 2,999,400.00 | 1.000% | 147,266.67 | 3,146,666.67 | 1,786 |
| 10/18/2012 | FA | FFCB .87% CALL 10/18/13 CONT | 5,000,000.00 | 4,998,500.00 | 0.876% | 219,000.00 | 5,217,500.00 | 1,826 |
| 10/18/2012 | FA | FNMA 0.70% CALL 10/18/13 QRTLY STEP | 5,000,000.00 | 5,000,000.00 | 1.100% | 275,000.00 | 5,275,000.00 | 1,826 |
| 11/27/2012 | FA | FNMA 0.90% CALL 11/27/13 QRTLY | 4,000,000.00 | 4,000,000.00 | 1.100% | 180,000.00 | 4,180,000.00 | 1,826 |
| 02/19/2013 | FA | FFCB .87% CALL 11/27/13 CONT | 2,000,000.00 | 1,985,000.00 | 1.030% | 98,036.67 | 2,083,036.67 | 1,742 |
| 05/28/2013 | FA | FHLMC .75% CALL 5/28/15 ONE TIME | 5,000,000.00 | 5,000,000.00 | 0.750% | 168,750.00 | 5,168,750.00 | 1,645 |
| 03/06/2013 | FA | FNMA 1.0% CALL 3/6/15 ONE TIME | 3,050,000.00 | 3,050,000.00 | 1.000% | 144,875.00 | 3,194,875.00 | 1,736 |
| 12/03/2012 | FA | FHLB 2.625% NON-CALL | 3,000,000.00 | 3,270,090.00 | 0.790% | 124,753.75 | 3,394,843.75 | 1,831 |
| 12/28/2012 | FA | FHLB .95% CALL 6/28/13 MONTHLY | 5,000,000.00 | 5,000,000.00 | 0.950% | 237,500.00 | 5,237,500.00 | 1,826 |
| 01/22/2013 | FA | FHLMC .95% CALL 1/22/15 QRTLY | 3,350,000.00 | 3,341,826.00 | 1.000% | 167,299.00 | 3,509,125.00 | 1,826 |
| 01/25/2013 | FA | FAMCA .93% NON-CALL | 5,000,000.00 | 5,004,870.00 | 0.910% | 227,500.83 | 5,232,370.83 | 1,825 |
| 01/30/2013 | FA | FHLB 1.00% CALL 7/30/13 QRTLY | 5,000,000.00 | 5,000,000.00 | 1.000% | 250,000.00 | 5,250,000.00 | 1,826 |
| 01/30/2013 | FA | FHLB 1.00% CALL 7/30/13 QRTLY | 5,000,000.00 | 5,000,000.00 | 1.000% | 237,500.00 | 5,237,500.00 | 1,826 |
| 02/01/2013 | FA | FAMCA 1.05% NON-CALL | 5,000,000.00 | 5,000,000.00 | 1.000% | 262,354.17 | 5,262,354.17 | 1,824 |
| 02/05/2013 | FA | FHLB 1.00% CALL 8/5/13 CONT | 5,000,000.00 | 4,987,500.00 | 1.050% | 262,500.00 | 5,250,000.00 | 1,826 |
| 05/08/2013 | FA | FHLB 1.10% CALL 2/20/14 CONT | 1,000,000.00 | 1,000,774.00 | 1.080% | 51,842.67 | 1,052,616.67 | 1,749 |
| 03/12/2013 | FA | FFCB 1.03% CALL 3/12/14 CONT | 5,000,000.00 | 4,991,500.00 | 1.065% | 266,000.00 | 5,257,500.00 | 1,826 |
| 05/07/2013 | FA | FHLB 1.00 CALL 3/20/15 CONT | 3,000,000.00 | 3,000,000.00 | 1.000% | 146,083.33 | 3,146,083.33 | 1,778 |
| 05/07/2013 | FA | FHLB 1.05 CALL 9/20/13 CONT | 3,000,000.00 | 3,000,000.00 | 1.050% | 153,387.50 | 3,153,387.50 | 1,778 |
| 04/17/2013 | FA | FHLMC 1.10% CALL 4/17/14 QRTLY | 5,000,000.00 | 4,993,750.00 | 1.126% | 281,250.00 | 5,275,000.00 | 1,826 |
| 05/23/2013 | FA | FHLMC 1.050% CALL 4/30/14 QRTLY | 3,000,000.00 | 3,000,000.00 | 1.050% | 155,487.50 | 3,155,487.50 | 1,803 |
| 05/30/2013 | FA | FHLB 1.050% CALL 7/4/13 CONT | 3,000,000.00 | 2,964,750.00 | 1.050% | 193,100.00 | 3,157,850.00 | 1,831 |
| 06/12/2013 | FA | FHLMC 1.20% CALL 9/12/13 QRTLY | 3,000,000.00 | 2,999,100.00 | 1.206% | 180,900.00 | 3,180,000.00 | 1,826 |
| 06/13/2013 | FA | FNMA 0.80% CALL 12/13/13 QRTLY STEP | 5,000,000.00 | 4,930,000.00 | 1.407% | 351,250.00 | 5,281,250.00 | 1,826 |
| 06/20/2013 | FA | FHLB 1.0% CALL 9/20/13 QRTLY STEP | 5,000,000.00 | 5,000,000.00 | 1.232% | 309,375.00 | 5,309,375.00 | 1,826 |
| 06/20/2013 | FA | FNMA 1.25% CALL 12/20/13 QRTLY | 4,000,000.00 | 3,977,200.00 | 1.360% | 272,800.00 | 4,250,000.00 | 1,826 |
| 06/26/2013 | FA | FHLMC 1.40% CALL 9/26/13 | 5,000,000.00 | 4,997,500.00 | 1.410% | 352,500.00 | 5,350,000.00 | 1,826 |
| 07/09/2013 | FA | FHLMC 1.50% CALL 10/09/13 QRTLY | 1,600,000.00 | 1,599,520.00 | 1.506% | 120,480.00 | 1,720,000.00 | 1,826 |
| 07/10/2013 | FA | FNMA 1.70% CALL 7/14/14 QRTLY | 4,000,000.00 | 4,000,000.00 | 1.700% | 340,000.00 | 4,340,000.00 | 1,826 |
| 07/17/2013 | FA | FHLB 1.75% CALL 10/17/13 QRTLY | 4,150,000.00 | 4,147,925.00 | 1.760% | 365,200.00 | 4,513,125.00 | 1,826 |
| 07/30/2013 | FA | FHLB 1.850% CALL 7/30/15 CONT | 3,000,000.00 | 3,000,000.00 | 1.850% | 277,500.00 | 3,277,500.00 | 1,826 |

**INVESTMENT REPORT
AS OF SEPTEMBER 30, 2013**

| <u>INVESTMENT DATE</u> | <u>TYPE</u> | <u>SECURITY</u> | <u>PAR VALUE</u> | <u>INVESTED AMOUNT</u> | <u>RETURN RATE</u> | <u>INTEREST</u> | <u>INVESTMENT RETURN</u> | <u>TERM (Days)</u> |
|----------------------------|-------------|---|-----------------------|----------------------------|------------------------|----------------------|------------------------------|------------------------|
| | | SUB-TOTAL | 297,216,000.00 | 298,960,160.53 | 1.099% | 14,754,091.47 | 313,714,252.00 | - |
| 10/04/2011 | FN | TENNESSEE VALLEY AUTHORITY 0.00% NON-CALL | 4,143,000.00 | 4,099,415.64 | 0.510% | 87,168.72 | 4,186,584.36 | 759 |
| 01/18/2011 | FN | FICO 0.00% NON-CALL | 1,076,000.00 | 1,027,655.32 | 1.370% | 96,689.36 | 1,124,344.68 | 1,228 |
| 11/24/2010 | FN | FNMA 0% NON-CALL | 2,000,000.00 | 1,922,260.00 | 1.100% | 155,480.00 | 2,077,740.00 | 1,319 |
| 03/09/2011 | FN | FNMA .00% NON-CALL | 2,657,000.00 | 2,511,688.67 | 1.700% | 290,622.66 | 2,802,311.33 | 1,214 |
| 07/25/2011 | FN | FNMA 00% NON-CALL | 2,500,000.00 | 2,419,825.00 | 1.020% | 80,175.00 | 2,500,000.00 | 1,171 |
| | | SUB-TOTAL | 12,376,000.00 | 11,980,844.63 | 0.825% | 710,135.74 | 12,690,980.37 | 1,138 |
| | | Federal Investments Total | 309,592,000.00 | 310,941,005.16 | | 15,464,227.21 | 326,405,232.37 | 1,138 |
| 07/18/2011 | CN | GENERAL ELECTRIC 2.10% NON-CALL | 2,000,000.00 | 2,037,760.00 | 1.320% | 65,956.67 | 2,103,716.67 | 904 |
| 04/04/2012 | CN | METLIFE GLOBAL 1.481% NON-CALL FLOATING | 2,000,000.00 | 2,014,740.00 | 0.950% | 39,986.00 | 2,054,726.00 | 730 |
| 12/27/2011 | CN | MASS MUTUAL GLOB 2.875% NON-CALL | 2,500,000.00 | 2,583,739.37 | 1.400% | 82,771.05 | 2,666,510.42 | 846 |
| 05/27/2011 | CN | WAL-MART 3.20% NON-CALL | 2,500,000.00 | 2,645,275.00 | 1.200% | 92,058.33 | 2,737,333.33 | 1,084 |
| 05/29/2009 | CN | WAL-MART 3.20% NON-CALL | 1,000,000.00 | 1,003,190.00 | 3.130% | 155,565.56 | 1,158,755.56 | 1,812 |
| 05/20/2010 | CN | MICROSOFT 2.95% NON-CALL | 2,000,000.00 | 2,072,820.00 | 2.005% | 164,982.78 | 2,237,802.78 | 1,473 |
| 10/07/2011 | CN | METLIFE GLOBAL 5.125% NON-CALL | 1,500,000.00 | 1,625,547.72 | 1.900% | 80,092.90 | 1,705,640.62 | 977 |
| 12/23/2011 | CN | GENERAL ELECTRIC CAPITAL .696% FLOATING | 2,000,000.00 | 1,914,520.00 | 2.250% | 123,464.31 | 2,037,984.31 | 997 |
| 10/05/2011 | CN | PROVEDENCE HEALTH 5.05% CALL @ MAKEWHOLE | 2,000,000.00 | 2,237,929.50 | 1.000% | 63,948.28 | 2,301,877.78 | 1,092 |
| 04/05/2012 | CN | BERKSHIRE HATHAWAY 5.50% NON-CALL | 2,000,000.00 | 2,236,460.00 | 0.700% | 37,317.78 | 2,273,777.78 | 909 |
| 10/28/2011 | CN | METLIFE GLOBAL 2.00% NON-CALL | 1,475,000.00 | 1,490,888.40 | 1.500% | 49,011.60 | 1,539,900.00 | 1,078 |
| 01/17/2012 | CN | NEW YORK LIFE 1.30% NON-CALL | 5,000,000.00 | 5,021,951.16 | 1.150% | 172,146.06 | 5,194,097.22 | 1,091 |
| 02/01/2012 | CN | GENERAL ELECTRIC 1.375% FLOATER | 5,000,000.00 | 5,000,000.00 | 1.375% | 206,059.03 | 5,206,059.03 | 1,094 |
| 08/13/2012 | CN | IBM CORP .55% NON-CALL | 3,500,000.00 | 3,504,305.00 | 0.500% | 43,445.69 | 3,547,750.69 | 907 |
| 09/16/2011 | CN | BERKSHIRE HATHAWAY 3.20% NON-CALL | 3,000,000.00 | 3,175,710.00 | 1.430% | 150,956.67 | 3,326,666.67 | 1,244 |
| 02/17/2012 | CN | SHELL INTERNATIONAL FIN 3.1% NON-CALL | 5,000,000.00 | 5,384,350.00 | 0.780% | 137,052.78 | 5,521,402.78 | 1,227 |
| 10/04/2011 | CN | MERCK & CO 4.0% NON-CALL | 5,000,000.00 | 5,498,750.00 | 1.260% | 249,027.78 | 5,747,777.78 | 1,365 |
| 04/17/2012 | CN | PROCTER & GAMBLE 3.150% NON-CALL | 3,000,000.00 | 3,242,427.56 | 0.720% | 76,247.44 | 3,318,675.00 | 1,232 |
| 02/09/2011 | CN | MET LIFE GLOBAL FUNDING 2.5% NON-CALL | 1,000,000.00 | 978,478.42 | 3.000% | 137,493.80 | 1,115,972.22 | 1,693 |
| 05/06/2011 | CN | MET LIFE GLOBAL FUNDING 2.5% NON-CALL | 1,000,000.00 | 993,799.11 | 2.650% | 116,131.45 | 1,109,930.56 | 1,607 |
| 10/09/2012 | CN | GENERAL ELECTRIC COMPANY .85% NON-CALL | 5,000,000.00 | 5,022,225.00 | 0.700% | 105,275.00 | 5,127,500.00 | 1,095 |
| 01/23/2013 | CN | GENERAL ELECTRIC COMPANY .85% NON-CALL | 3,000,000.00 | 3,010,440.00 | 0.720% | 58,693.33 | 3,069,133.33 | 989 |
| 10/06/2011 | CN | WAL-MART 1.50% NON-CALL | 3,000,000.00 | 3,049,826.34 | 1.080% | 132,548.66 | 3,182,375.00 | 1,480 |
| 05/15/2012 | CN | WAL-MART 1.50% NON-CALL | 2,630,000.00 | 2,696,944.02 | 0.750% | 68,939.31 | 2,765,883.33 | 1,258 |
| 02/10/2012 | CN | PROCTER & GAMBLE 1.80% NON-CALL | 2,844,000.00 | 2,965,410.36 | 0.650% | 71,270.64 | 3,036,681.00 | 1,374 |
| 12/15/2010 | CN | BARCLAYS BANK 3.10% NON-CALL | 2,000,000.00 | 2,000,000.00 | 3.100% | 310,000.00 | 2,310,000.00 | 1,826 |
| 12/15/2010 | CN | ROYAL BANK OF CANADA 2.625% NON-CALL | 2,000,000.00 | 2,038,220.00 | 2.220% | 225,009.16 | 2,263,229.16 | 1,826 |
| 04/13/2012 | CN | PROCTER & GAMBLE 4.85% NON-CALL | 1,000,000.00 | 1,147,830.00 | 0.760% | 30,272.78 | 1,178,102.78 | 1,341 |

**INVESTMENT REPORT
AS OF SEPTEMBER 30, 2013**

| INVESTMENT DATE | TYPE | SECURITY | PAR VALUE | INVESTED AMOUNT | RETURN RATE | INTEREST | INVESTMENT RETURN | TERM (Days) |
|----------------------------|-------------|---|----------------------|----------------------------|------------------------|-----------------|------------------------------|------------------------|
| 10/31/2011 | CN | MET LIFE GLOBAL FUNDING 3.125% NON-CALL | 1,635,000.00 | 1,695,247.73 | 2.200% | 154,062.17 | 1,849,309.90 | 1,533 |
| 12/28/2011 | CN | MET LIFE GLOBAL FUNDING 3.125% NON-CALL | 2,000,000.00 | 2,063,239.83 | 2.300% | 189,017.11 | 2,252,256.94 | 1,475 |
| 01/25/2012 | CN | MET LIFE GLOBAL FUNDING 3.125% NON-CALL | 5,000,000.00 | 5,189,924.57 | 2.120% | 428,999.04 | 5,618,923.61 | 1,447 |
| 03/09/2012 | CN | MET LIFE GLOBAL FUNDING 3.125% NON-CALL | 3,000,000.00 | 3,169,646.15 | 1.600% | 190,249.68 | 3,359,895.83 | 1,403 |
| 02/08/2012 | CN | GENERAL ELECTRIC 1.55% NON-CALL FLOATER | 5,000,000.00 | 5,000,000.00 | 1.390% | 227,500.00 | 5,227,500.00 | 1,461 |
| 05/06/2011 | CN | MASS MUTUAL GLOB 3.125% NON-CALL | 1,000,000.00 | 1,024,175.57 | 3.125% | 130,164.71 | 1,154,340.28 | 1,805 |
| 05/16/2011 | CN | GENERAL ELECTRIC 2.95% NON-CALL | 2,000,000.00 | 2,000,912.32 | 2.940% | 292,940.46 | 2,293,852.78 | 1,820 |
| 06/17/2011 | CN | GENERAL ELECTRIC 2.95% NON-CALL | 2,000,000.00 | 2,009,952.38 | 2.840% | 278,819.84 | 2,288,772.22 | 1,788 |
| 09/12/2011 | CN | GENERAL ELECTRIC 2.95% NON-CALL | 1,400,000.00 | 1,427,513.33 | 2.500% | 164,875.84 | 1,592,389.17 | 1,701 |
| 12/04/2012 | CN | JOHNSON & JOHNSON 2.15% NON-CALL | 2,000,000.00 | 2,104,120.00 | 0.621% | 44,110.56 | 2,148,230.56 | 1,258 |
| 09/13/2013 | CN | TOYOTA .80% NON-CALL | 3,000,000.00 | 2,981,640.00 | 1.032% | 82,626.67 | 3,064,266.67 | 977 |
| 09/04/2012 | CN | GOOGLE 2.125% NON-CALL | 1,000,000.00 | 1,050,940.00 | 2.125% | 6,197.92 | 1,057,137.92 | 1,353 |
| 09/10/2013 | CN | CHEVRON CORP .889% NON CALL | 2,000,000.00 | 1,993,903.80 | 1.000% | 55,682.64 | 2,049,586.44 | 1,018 |
| 10/27/2011 | CN | PROCTER & GAMBLE 1.45% NON-CALL | 5,000,000.00 | 5,011,536.25 | 1.400% | 336,463.75 | 5,348,000.00 | 1,754 |
| 10/11/2011 | CN | BERKSHIRE HATHAWAY 2.20% NON-CALL | 5,000,000.00 | 5,022,855.25 | 2.100% | 510,033.64 | 5,532,888.89 | 1,770 |
| 01/23/2013 | CN | PROCTER & GAMBLE 1.45% NON-CALL | 1,000,000.00 | 1,025,260.00 | 0.730% | 26,376.11 | 1,051,636.11 | 1,300 |
| 10/02/2012 | CN | COCA COLA CA 1.8% NON-CALL | 3,000,000.00 | 3,133,106.35 | 0.650% | 78,243.65 | 3,211,350.00 | 1,430 |
| 09/22/2011 | CN | TOYOTA 2.0% NON-CALL | 5,000,000.00 | 5,023,645.00 | 1.900% | 474,410.56 | 5,498,055.56 | 1,820 |
| 11/10/2011 | CN | NEW YORK LIFE 2.45% NON-CALL | 3,550,000.00 | 3,669,194.08 | 1.700% | 287,655.64 | 3,956,849.72 | 1,708 |
| 01/31/2012 | CN | BERSHIRE HATHAWAY 1.90% NON-CALL | 5,000,000.00 | 5,047,739.83 | 1.700% | 427,260.17 | 5,475,000.00 | 1,827 |
| 01/31/2012 | CN | HSBC BANK USA 2.5% FLOATING RATE | 5,000,000.00 | 5,000,000.00 | 1.748% | 425,000.00 | 5,425,000.00 | 1,827 |
| 03/05/2012 | CN | BERSHIRE HATHAWAY 1.90% NON-CALL | 2,850,000.00 | 2,914,809.00 | 1.418% | 200,676.42 | 3,115,485.42 | 1,793 |
| 08/06/2012 | CN | IBM CORP 1.250% NON-CALL | 5,000,000.00 | 5,077,000.00 | 0.900% | 204,250.00 | 5,281,250.00 | 1,645 |
| 02/16/2012 | CN | WESTPAC BANKING CORP 2.3% NON-CALL | 5,000,000.00 | 5,000,000.00 | 2.300% | 574,680.56 | 5,574,680.56 | 1,826 |
| 04/18/2012 | CN | WAL-MART STORES 5.375% NON-CALL | 3,000,000.00 | 3,568,354.19 | 1.400% | 229,833.31 | 3,798,187.50 | 1,813 |
| 06/05/2012 | CN | HSBC BANK USA 1.925% FLOATER | 5,000,000.00 | 5,000,000.00 | 1.507% | 380,000.00 | 5,380,000.00 | 1,826 |
| 03/08/2013 | CN | WAL-MART 5.8% | 3,000,000.00 | 3,669,120.00 | 1.140% | 189,763.33 | 3,858,883.33 | 1,805 |
| 03/26/2013 | CN | COCA COLA CA 1.150% MAKE-WHOLE CALL | 1,000,000.00 | 1,000,000.00 | 1.150% | 57,627.78 | 1,057,627.78 | 1,832 |
| 05/15/2013 | CN | BERKSHIRE HATAWAY 1.30% MAKE WHOLE CALL | 5,000,000.00 | 5,019,345.05 | 1.220% | 305,654.95 | 5,325,000.00 | 1,826 |
| SUB-TOTAL | | | 167,384,000.00 | 172,486,717.64 | 1.454% | 10,198,901.35 | 182,685,618.99 | 1,462 |
| 10/07/2011 | CD | DORAL BANK 1.0% | 248,000.00 | 248,000.00 | 1.000% | 4,966.80 | 252,966.80 | 731 |
| 10/18/2011 | CD | MEDALLION BANK .75% | 249,000.00 | 249,000.00 | 0.750% | 3,740.11 | 252,740.11 | 731 |
| 12/19/2012 | CD | MIZUHO CORPORATE BANK .50% | 247,000.00 | 247,000.00 | 0.500% | 1,235.00 | 248,235.00 | 365 |
| 04/16/2012 | CD | CAPAHA BANK 1.1% | 249,000.00 | 249,000.00 | 1.100% | 5,503.55 | 254,503.55 | 764 |
| 06/13/2012 | CD | SOVEREIGN BANK .65% | 248,000.00 | 248,000.00 | 0.650% | 3,224.00 | 251,224.00 | 730 |
| 04/16/2012 | CD | BANK OF GEORGETOWN 1.0% | 249,000.00 | 249,000.00 | 1.000% | 5,402.96 | 254,402.96 | 792 |
| 06/20/2012 | CD | FIRST NATL BANK OMAHA NEB .70% | 249,000.00 | 249,000.00 | 0.700% | 3,486.00 | 252,486.00 | 730 |
| 08/17/2011 | CD | AMERICAN EXPRES CENTURION BANK 1.20% | 248,000.00 | 248,000.00 | 1.200% | 8,887.23 | 256,887.23 | 1,090 |
| 08/17/2011 | CD | CIT BANK 1.10% | 248,000.00 | 248,000.00 | 1.100% | 8,198.94 | 256,198.94 | 1,097 |
| 08/17/2011 | CD | DISCOVER BANK 1.15% | 248,000.00 | 248,000.00 | 1.150% | 8,571.62 | 256,571.62 | 1,097 |

**INVESTMENT REPORT
AS OF SEPTEMBER 30, 2013**

| INVESTMENT DATE | TYPE | SECURITY | PAR VALUE | INVESTED AMOUNT | RETURN RATE | INTEREST | INVESTMENT RETURN | TERM (Days) |
|----------------------------|-------------|--|----------------------|----------------------------|------------------------|-----------------|------------------------------|------------------------|
| 08/17/2011 | CD | ALLY BANK 1.15% | 248,000.00 | 248,000.00 | 1.150% | 8,579.43 | 256,579.43 | 1,097 |
| 08/17/2011 | CD | GE MONEY BANK 1.15% | 248,000.00 | 248,000.00 | 1.150% | 8,563.81 | 256,563.81 | 1,098 |
| 08/19/2011 | CD | GE CAPITAL FINANCIAL INC 1.15% | 248,000.00 | 248,000.00 | 1.150% | 8,563.81 | 256,563.81 | 1,096 |
| 08/24/2011 | CD | GOLDMAN SACHS BANK 1.15% | 248,000.00 | 248,000.00 | 1.150% | 8,571.62 | 256,571.62 | 1,097 |
| 09/21/2011 | CD | TRANSPORTATION ALLIANCE BANK INC .75% | 249,000.00 | 249,000.00 | 0.750% | 5,612.71 | 254,612.71 | 1,097 |
| 09/21/2012 | CD | CITIZENS STATE BANK .50% | 249,000.00 | 248,751.00 | 0.550% | 2,742.46 | 251,493.46 | 731 |
| 09/23/2011 | CD | STATE BANK OF INDIA 1.30% | 248,000.00 | 248,000.00 | 1.300% | 9,680.83 | 257,680.83 | 1,096 |
| 09/23/2011 | CD | BMW BANK OF NORTH AMERICA 1.35% | 248,000.00 | 248,000.00 | 1.350% | 10,053.17 | 258,053.17 | 1,096 |
| 10/24/2012 | CD | INDEPENDENCE BANK OF KENTUCKY .50% | 249,000.00 | 248,751.00 | 0.500% | 2,739.00 | 251,490.00 | 730 |
| 10/24/2012 | CD | APPLE BANK FOR SAVINGS .50% | 248,000.00 | 248,000.00 | 0.500% | 2,480.00 | 250,480.00 | 730 |
| 03/14/2013 | CD | SUNTRUST BANK ATLANTA .28% | 200,000.00 | 198,780.00 | 0.640% | 2,152.35 | 200,932.35 | 608 |
| 04/30/2012 | CD | STERLING SAVINGS BANK .75% | 248,000.00 | 248,000.00 | 0.750% | 4,749.36 | 252,749.36 | 932 |
| 04/20/2012 | CD | PLUS INTERNATIONAL .85% | 249,000.00 | 249,000.00 | 0.850% | 5,520.35 | 254,520.35 | 952 |
| 11/30/2012 | CD | SYNOVUS BANK .5% | 248,000.00 | 248,000.00 | 0.500% | 2,473.11 | 250,473.11 | 728 |
| 06/08/2012 | CD | HUNTINGTON NATL BANK .75% | 248,000.00 | 248,000.00 | 0.750% | 4,652.55 | 252,652.55 | 913 |
| 01/11/2012 | CD | SALLIE MAE BANK 1.35% | 248,000.00 | 248,000.00 | 1.350% | 9,869.73 | 257,869.73 | 1,076 |
| 01/11/2012 | CD | BARCLAYS BANK DELAWARE 1.25% | 248,000.00 | 248,000.00 | 1.250% | 9,308.49 | 257,308.49 | 1,096 |
| 10/17/2012 | CD | FIRST STATE BANK/MENDOA .50% | 249,000.00 | 248,701.20 | 0.550% | 3,636.09 | 252,337.29 | 825 |
| 02/06/2013 | CD | KEYBANK NATIONAL ASSOCIATION .45% | 248,000.00 | 248,000.00 | 0.450% | 2,263.00 | 250,263.00 | 740 |
| 08/24/2012 | CD | BLC COMMUNITY BANK .50% | 249,000.00 | 248,690.24 | 0.550% | 3,427.40 | 252,117.64 | 914 |
| 08/30/2012 | CD | TRIUMPH BANK .50% | 249,000.00 | 249,000.00 | 0.500% | 3,107.41 | 252,107.41 | 911 |
| 05/09/2012 | CD | GEORGIA BANK & TRUST .70% | 248,000.00 | 247,628.00 | 0.750% | 5,589.51 | 253,217.51 | 1,097 |
| 11/29/2012 | CD | UNITED BANKERS BANK .50% | 249,000.00 | 248,676.30 | 0.550% | 3,436.20 | 252,112.50 | 911 |
| 01/23/2012 | CD | LCA BANK CORPORATION .85% | 248,000.00 | 248,000.00 | 0.850% | 7,375.11 | 255,375.11 | 1,277 |
| 07/27/2012 | CD | FLUSHING SAVINGS BANK.75% | 248,000.00 | 247,628.00 | 0.800% | 5,951.97 | 253,579.97 | 1,095 |
| 09/15/2011 | CD | BANK OF THE WEST 1.4% | 249,000.00 | 249,000.00 | 1.400% | 13,943.96 | 262,943.96 | 1,460 |
| 10/17/2012 | CD | COMENITY CAP BANK SALT LAKE CITY .50% | 249,000.00 | 248,601.60 | 0.550% | 4,233.74 | 252,835.34 | 1,094 |
| 11/07/2012 | CD | EAGLE BANK .60% | 249,000.00 | 249,000.00 | 0.600% | 4,490.30 | 253,490.30 | 1,097 |
| 12/02/2011 | CD | MIDLAND STATES BANK 1.25% | 249,000.00 | 249,000.00 | 1.250% | 12,450.00 | 261,450.00 | 1,461 |
| 01/25/2012 | CD | NATIONAL REPUBLIC BANK 1.0% | 249,000.00 | 249,000.00 | 1.000% | 9,966.87 | 258,966.87 | 1,461 |
| 02/10/2012 | CD | CARDINAL BANK MCLEAN VA .90% | 249,000.00 | 249,000.00 | 0.900% | 8,970.06 | 257,970.06 | 1,461 |
| 02/06/2013 | CD | ORIENTAL BANK & TRUST .90% CALL 8/6/13 | 249,000.00 | 249,000.00 | 0.900% | 6,735.45 | 255,735.45 | 1,097 |
| 08/24/2012 | CD | FIRST BUSINESS BANK .60% | 248,000.00 | 247,578.40 | 0.600% | 5,635.72 | 253,214.12 | 1,279 |
| 10/22/2012 | CD | NATIONAL BANK OF COMMERCE .50% | 249,000.00 | 248,551.80 | 0.550% | 4,791.87 | 253,343.67 | 1,274 |
| 05/04/2012 | CD | HERITAGE BANK OF COMMERCE .80% | 249,000.00 | 248,004.00 | 0.900% | 8,953.05 | 256,957.05 | 1,459 |
| 05/18/2012 | CD | NORTH JERSEY COMMUNITY .85% | 248,000.00 | 247,008.00 | 0.950% | 9,429.77 | 256,437.77 | 1,461 |
| 05/22/2012 | CD | STATE BANK & TRUST CO MACON, GA .80% | 249,000.00 | 248,004.00 | 0.900% | 8,974.88 | 256,978.88 | 1,462 |
| 05/31/2012 | CD | CRESCENT BANK & TRUST .90% | 249,000.00 | 248,502.00 | 0.950% | 9,468.06 | 257,970.06 | 1,461 |
| 08/15/2012 | CD | EVERBANK .90% | 248,000.00 | 247,008.00 | 0.900% | 9,926.11 | 256,934.11 | 1,461 |
| 02/28/2012 | CD | MERCANTILE BANK OF MICHIGAN 1.15% | 248,000.00 | 247,380.00 | 1.150% | 14,895.62 | 262,275.62 | 1,827 |
| 12/24/2012 | CD | DELTA NATL BANK & TRUST .90% | 249,000.00 | 248,377.50 | 0.952% | 11,624.88 | 260,002.38 | 1,792 |
| 12/24/2012 | CD | PACIFIC CONTL BANK .90% | 249,000.00 | 248,452.20 | 0.946% | 11,556.33 | 260,008.53 | 1,793 |

**INVESTMENT REPORT
AS OF SEPTEMBER 30, 2013**

| INVESTMENT DATE | TYPE | SECURITY | PAR VALUE | INVESTED AMOUNT | RETURN RATE | INTEREST | INVESTMENT RETURN | TERM (Days) |
|----------------------------|-------------|--|----------------------|----------------------------|------------------------|-----------------|------------------------------|------------------------|
| 12/11/2012 | CD | BANCO POPULAR DE PR HATO 1.1% | 248,000.00 | 248,000.00 | 1.100% | 13,595.16 | 261,595.16 | 1,820 |
| 12/17/2012 | CD | FIRST AMERICAN BANK 1.0% | 249,000.00 | 248,253.00 | 1.000% | 13,128.78 | 261,381.78 | 1,816 |
| 12/14/2012 | CD | FIRST BANK OF PUERTO RICO 1.25% | 249,000.00 | 249,000.00 | 1.250% | 15,562.50 | 264,562.50 | 1,826 |
| 12/14/2012 | CD | BANKERS BANK KANSAS 1.0% | 249,000.00 | 248,502.00 | 1.000% | 12,948.00 | 261,450.00 | 1,826 |
| 01/16/2013 | CD | THE BANK OF HOLLAND 1.00% | 249,000.00 | 248,751.00 | 1.000% | 12,699.00 | 261,450.00 | 1,826 |
| 01/16/2013 | CD | BANK OF NORTHERN MICHIGAN 1.00% | 249,000.00 | 248,751.00 | 1.000% | 12,699.00 | 261,450.00 | 1,826 |
| 01/18/2013 | CD | STEARNS BANK .90% | 249,000.00 | 248,253.00 | 1.000% | 11,952.00 | 260,205.00 | 1,826 |
| 01/23/2013 | CD | FIRST FARMERS BANK & TRUST 1.0% | 249,000.00 | 248,626.50 | 1.000% | 12,823.50 | 261,450.00 | 1,826 |
| 03/04/2013 | CD | GATEWAY BANK OF SW FLORIDA .95% | 209,000.00 | 208,373.00 | 1.070% | 10,367.28 | 218,740.28 | 1,792 |
| 01/30/2013 | CD | FARMERS & MERCHANTS BANK .90% | 249,000.00 | 248,253.00 | 0.900% | 11,952.00 | 260,205.00 | 1,826 |
| 03/28/2013 | CD | WASHINGTON FEDERAL SAVINGS 1.0% CALL | 249,000.00 | 248,253.00 | 1.000% | 13,197.00 | 261,450.00 | 1,826 |
| 04/05/2013 | CD | BOSTON PRIVATE BANK & TRUST .95% CALL | 248,000.00 | 247,008.00 | 1.032% | 12,765.55 | 259,773.55 | 1,825 |
| 04/18/2013 | CD | FIRST STATE BANK NE .95% CALL | 249,000.00 | 248,502.00 | 0.991% | 12,325.50 | 260,827.50 | 1,826 |
| 04/30/2013 | CD | FOREST COMMERCIAL BANK .90% CALL | 249,000.00 | 248,253.00 | 0.960% | 11,952.00 | 260,205.00 | 1,826 |
| SUB-TOTAL | | | 16,316,000.00 | 16,297,851.74 | 0.902% | 528,329.62 | 16,826,181.36 | 1,242 |
| | | | | | | | | |
| | O | WELLS FARGO BANK | 402,953.00 | 402,953.00 | 0.020% | 0.22 | 402,953.22 | 1 |
| | O | CORPORATE CASH MANAGEMENT ACCOUNT | 4,580,651.64 | 4,580,651.64 | 0.020% | 2.51 | 4,580,654.15 | 1 |
| | O | LIBRARY ACCOUNT | 906.76 | 906.76 | 0.000% | - | 906.76 | 1 |
| | O | UNION TRUST | 133,263.07 | 133,263.07 | 0.000% | 0.00 | 133,263.07 | 1 |
| | O | L A I F WATER DISTRICT | 28,774,000.00 | 28,774,000.00 | 0.270% | 215.81 | 28,774,215.81 | 1 |
| | O | L A I F PUBLIC IMPROVEMENT CORPORATION | 32,434,815.96 | 32,434,815.96 | 0.270% | 243.26 | 32,435,059.22 | 1 |
| | O | L A I F PUBLIC FINANCING CORPORATION | 29,453,000.00 | 29,453,000.00 | 0.270% | 220.90 | 29,453,220.90 | 1 |
| | O | L A I F CITY OF CARLSBAD | 32,211,000.00 | 32,211,000.00 | 0.270% | 241.58 | 32,211,241.58 | 1 |
| SUB-TOTAL | | | 127,990,590.43 | 127,990,590.43 | 0.260% | 924.28 | 127,991,514.71 | |
| GRAND TOTAL | | | 621,282,590.43 | 627,716,164.97 | 1.015% | 26,192,382.46 | 653,908,547.43 | |

CITY OF CARLSBAD
Fund Equity in Pooled Investments
AS OF SEPTEMBER 30, 2013

Cash Balance by Fund:

| | | |
|---|--------------|--------------------|
| General | | 74,008,056 |
| Special Revenue | | 43,478,287 |
| Debt Service | | 0 |
| Capital Projects: | | |
| General Capital Construction | 46,545,141 | |
| Traffic Impact Fees | 20,973,495 | |
| Public Facilities Fees | 38,929,598 | |
| Park Development | 4,317,951 | |
| Transnet Taxes | 5,843,195 | |
| Drainage Fees | 5,865,753 | |
| Special Districts | 88,059,611 | |
| Infrastructure Replacement | 84,443,739 | |
| Redevelopment (see Trust Funds) | 0 | |
| Other Capital Construction | 2,675,761 | |
| | Total | 297,654,243 |
| Enterprise: | | |
| Carlsbad Municipal Water District | 95,385,349 | |
| Sewer Fund | 51,186,076 | |
| Solid Waste | 7,205,520 | |
| Storm Water | 3,553,470 | |
| Golf Course | 131,455 | |
| | Total | 157,461,869 |
| Internal Service | | 37,734,295 |
| Agency Funds | | 14,375,781 |
| Trust Funds | | 179,481 |
| Total General Ledger Balance ** | | 624,892,013 |
| Reconciling Adjustments (1) | | (407,043) |
| Total Treasurer's Investment Portfolio at Amortized Cost | | 624,484,969 |

(1) The Reconciling Adjustments consist of differences between the General Ledger which is prepared on an accrual basis and the Treasurer's report which is prepared on the cash basis. Accrued Interest, amortized premium or discounts and outstanding checks and deposits in transit are not included in the Treasurer's summary. Differences between the time journal entries are posted and the time this report is produced may also be a component of the adjustment.

** Figures based on best estimate at the time report run on 10/08/13

CITY OF CARLSBAD INVESTMENT PORTFOLIO

As of SEPTEMBER 30, 2013

CORPORATE NOTE AND COMMERCIAL PAPER RATINGS

Corporate Note Investments Meeting the Current Investment Policy:
(Ratings must be AA or better by two of the three: Moody's S&P or Fitch)

| | <u>Moody's</u> | <u>S&P</u> | <u>Fitch</u> |
|--------------------------|----------------|----------------|--------------|
| BERKSHIRE HATHAWAY | AA2 | AA+ | A+ |
| CHEVRON | AA1 | AA | NR |
| COCA COLA | AA3 | AA- | A+ |
| GENERAL ELECTRIC COMPANY | AA3 | AA+ | NR |
| GOOGLE INC | AA2 | AA | NR |
| HSBC BANK USA | A1 | AA- | AA- |
| IBM CORP | AA3 | AA- | A+ |
| JOHNSON & JOHNSON | AAA | AAA | AAA |
| MASS MUTUAL GLOBAL | AA2 | AA+ | AA+ |
| MET LIFE GLOBAL | AA3 | AA- | AA- |
| MICROSOFT | AAA | AAA | AA+ |
| NEW YORK LIFE | AAA | AA+ | AAA |
| PROCTER & GAMBLE | AA3 | AA- | NR |
| PROVIDENCE HEALTH | AA2 | AA | AA |
| ROYAL BANK OF CANADA | AA3 | AA- | AA |
| SHELL INTERNATIONAL | AA1 | AA | AA |
| TOYOTA | AA3 | AA- | A |
| WAL-MART | AA2 | AA | AA |
| WESTPAC BANKING CORP | AA2 | AA- | AA- |

Commercial Paper Investments Meeting the Current Investment Policy:
(Ratings must be A1/P1 or better by two of the three: Moody's, S&P or Fitch)
(Ratings of other debt must be AA or better by two of the three: Moody's, S&P or Fitch)

NONE

Investments with Subsequent Changes in Credit Rating *

| | <u>Moody's</u> | <u>S&P</u> | <u>Fitch</u> | <u>Latest Maturity Date</u> | <u>Carrying Value</u> | <u>Market Value</u> |
|------------------|----------------|----------------|--------------|-----------------------------|-----------------------|---------------------|
| BARCLAYS BANK | A2 | A | NR | 12/15/2015 | 2,000,000 | 2,034,320 |
| GENERAL ELECTRIC | A1 | AA+ | NR | 05/09/2016 | 19,395,298 | 19,700,900 |
| MERCK | A1 | AA | A+ | 06/30/2015 | 5,233,071 | 5,291,850 |

* The City's Investment Policy allows the City Treasurer to determine the course of action that would correct exceptions to the policy. All of these investments are paying interest at the required times. The principal of all investments are considered secure. It is the intent of the City Treasurer to hold these assets in the portfolio until maturity unless events indicate they should be sold.

**CITY OF CARLSBAD INVESTMENT PORTFOLIO
AS OF SEPTEMBER 30, 2013
WEIGHTINGS FOR CORPORATE AND FEDERAL AGENCY ISSUERS**

PERCENTAGE WEIGHTINGS BY CORPORATE NOTE ISSUER

| | <u>Investment Cost</u> | <u>Percent of Portfolio*</u> |
|--------------------------|------------------------|------------------------------|
| BARCLAYS BANK | 2,000,000.00 | 0.32% |
| BERKSHIRE HATHAWAY | 23,416,919.14 | 3.73% |
| CHEVRON | 1,993,903.80 | 0.32% |
| COCA COLA CO | 4,133,106.35 | 0.66% |
| GENERAL ELECTRIC CAP | 19,390,658.05 | 3.09% |
| GENERAL ELECTRIC COMPANY | 8,032,665.00 | 1.28% |
| GOOGLE | 1,050,940.00 | 0.17% |
| HSBC BANK USA | 10,000,000.00 | 1.59% |
| IBM CORP | 8,581,305.00 | 1.37% |
| JOHNSON & JOHNSON | 2,104,120.00 | 0.34% |
| MASS MUTUAL | 3,607,914.95 | 0.57% |
| MERCK & CO | 5,498,750.00 | 0.88% |
| MET LIFE GLOBAL FUND | 19,221,511.93 | 3.06% |
| MICROSOFT | 2,072,820.00 | 0.33% |
| NEW YORK LIFE | 8,691,145.24 | 1.38% |
| PROTER & GAMBLE | 13,392,464.17 | 2.13% |
| PROVIDENCE HEALTH | 2,237,929.50 | 0.36% |
| ROYAL BANK OF CANADA | 2,038,220.00 | 0.32% |
| SHELL INTERNATIONAL FIN | 5,384,350.00 | 0.86% |
| TOYOTA | 8,005,285.00 | 1.28% |
| WAL-MART | 16,632,709.55 | 2.65% |
| WESTPAC BANKING CORP | 5,000,000.00 | 0.80% |

PERCENTAGE WEIGHTINGS BY FEDERAL AGENCY ISSUER

| | <u>Investment Cost</u> | <u>Percent of Portfolio**</u> |
|---------------------------------|------------------------|-------------------------------|
| FAMCA | 15,016,370.00 | 2.39% |
| FICO | 1,027,655.32 | 0.16% |
| FEDERAL FARM CREDIT BANK | 50,844,173.15 | 8.10% |
| FEDERAL HOME LOAN BANK | 94,061,019.00 | 14.98% |
| FEDERAL HOME LOAN MORTGAGE CORP | 49,767,416.00 | 7.93% |
| FEDERAL NATIONAL MORTGAGE ASSOC | 96,124,956.04 | 15.31% |
| TVA | 4,099,415.64 | 0.65% |
| U.S.TREASURY | - | 0.00% |
| Total Portfolio | | \$627,716,164.97 |

* No more than 5% may be invested with a single corporate issuer.

**There are no percentage limits on federal agency issuers.

**City of Carlsbad
Bond Proceeds Investment Report
September 30, 2013**

| Fund Type | Investments | Stated Int. Rate | Maturity Date | Par Value | Cost | Source |
|--|--|-----------------------------|--------------------------|------------------|----------------------|--|
| Assessment District 03-01 (College/Cannon) | | | | | | |
| Project Fund | Invesco Prime-Cash Money Market | N/A | N/A | \$ 927,689 | \$ 927,689 | Fiscal Agent: BNY Mellon Invesco |
| Re-Assessment District 97-01 (Alga Road & College Blvd) | | | | | | |
| Imprvmnt Fund - Alga | Invesco Prime-Cash Money Market | N/A | N/A | \$ 278,308 | \$ 278,308 | Fiscal Agent: US Bank Invesco |
| Assessment District 95-01 (Carlsbad Ranch) | | | | | | |
| Reserve Fund | Repub Natl Bank Repo Agreement: HSBC (GIC) | 5.83% | N/A | \$ 913,384 | \$ 913,384 | Fiscal Agent: BNY Mellon HSBC Bank of New York |
| Assessment District 96-01 (Rancho Carrillo) | | | | | | |
| Reserve Fund | Repub Natl Bank Repo Agreement: HSBC (GIC) | 6.03% | 09/02/28 | \$ 1,292,770 | \$ 1,292,770 | Fiscal Agent: BNY Mellon HSBC Bank of New York |
| ReAssessment District 2012-1 (College/Cannon & Poinsettia Lane) | | | | | | |
| Reserve Fund | BNY Goldman Sachs FS Money Market | various | N/A | \$ 2,162,406 | \$ 2,162,406 | Fiscal Agent: BNY Mellon BNY Mellon |
| Other | BNY Goldman Sachs FS Money Market | various | N/A | \$ 6,007 | \$ 6,007 | BNY Mellon |
| EFJPA | | | | | | |
| Reserve Fund | AIG Investment Agreement (GIC) | 5.36% | 08/01/14 | \$ 953,990 | \$ 953,990 | Fiscal Agent: BNY Mellon GIC |
| Communities Facilities District #3 Improvement Area 1 | | | | | | |
| Project Fund | Invesco Prime-Cash Money Market | N/A | N/A | \$ 1,834,948 | \$ 1,834,948 | Fiscal Agent: BNY Mellon Invesco |
| Reserve Fund | BNY Dreyfus Money Market | various | 09/01/36 | \$ 777,965 | \$ 777,965 | BNY Mellon |
| Communities Facilities District #3 Improvement Area 2 | | | | | | |
| Reserve Fund | BNY Dreyfus Money Market | various | 09/01/38 | \$ 1,068,180 | \$ 1,068,180 | Fiscal Agent: BNY Mellon BNY Mellon |
| Other | BNY Dreyfus Money Market | various | N/A | \$ 86,282 | \$ 86,282 | BNY Mellon |
| CPFA Golf Course Bonds | | | | | | |
| Reserve Fund | BNY Mellon (GIC) | various | N/A | \$ 1,270,961 | \$ 1,270,961 | Fiscal Agent: BNY Mellon BNY Mellon |
| | | | | | \$ 11,572,890 | \$ 11,572,890 |

City of Carlsbad
Summary of Outstanding Housing Loans
As of September 30, 2013
Updated on: 10/11/2013

| | | | | | Loans issued by City to developers/ homeowners | | Loans issued by Developer to homeowners | | Developer loan repaid to City | | Loan amount due to City (recorded as AR) | | Developer loan amount due to City (not on City's books) | | | |
|--|--------------------------|-----------------|-------------------|-------------------|--|---------------|---|--------------------------|-------------------------------|---------------|--|---------------|--|--|--------------|--|
| Borrower | Development | Purpose | First date issued | # of loans issued | | | # of loans outstanding | City loan repaid to City | | | | | | | Type of Loan | |
| Individual homebuyers | City-wide (CHAP) | Sale | 06/28/99 | 133 | \$1,680,000 | \$ - | 29 | (\$1,559,665) | \$ - | \$120,334.51 | \$ - | 120,335 | Payment deferred 15 years. No interest is due unless home is sold before 16th year | | | |
| Individual homebuyers | Calavera Hills | Sale | 10/15/99 | 5 | 75,000 | 150,000 | 1 | (60,000) | (120,000) | 15,000 | 30,000 | 45,000 | Payment deferred 30 years. No interest is due unless home is sold before 31th year | | | |
| Individual homebuyers | Cherry Tree Walk | Sale | 06/28/99 | 42 | 453,600 | 452,600 | 14 | (313,200) | (283,250) | 140,400 | 169,350 | 309,750 | Payment deferred 30 years. No interest is due unless home is sold before 31th year | | | |
| Individual homebuyers | Serrano | Sale | 05/25/01 | 90 | 1,350,000 | 4,050,000 | 32 | (960,133) | (2,610,000) | 389,867 | 1,440,000 | 1,829,867 | Payment deferred 30 years. No interest is due unless home is sold before 31th year | | | |
| Individual homebuyers | Rancho Carlsbad | Sale | 05/20/99 | 22 | 752,533 | - | 10 | (438,337) | - | 314,196 | - | 314,196 | Principal is due when home is sold | | | |
| Individual homebuyers | Solamar | Sale | 09/26/88 | 9 | 147,726 | - | 1 | (135,065) | - | 12,661 | - | 12,661 | Principal is due when home is sold | | | |
| Catholic Charities | Homeless shelter | Shelter | 09/19/97 | 1 | 200,000 | - | 1 | - | - | 200,000 | - | 200,000 | Principal is due when property is sold | | | |
| CB Laurel Tree Apartment | Laurel Tree | Rentals | 12/24/98 | 2 | 1,134,000 | - | 2 | (1,114,839) | - | 19,161 | - | 19,161 | Principal and 3% interest each year for 30 years when surplus cash is available | | | |
| USA Properties | Rancho Carrillo | Rentals | 03/05/01 | 1 | 1,157,584 | - | 1 | (13,000) | - | 1,144,585 | - | 1,144,585 | Principal and 3% interest each year for 55 years when surplus cash is available | | | |
| Pacific Vista Las Flores | Vista Las Flores | Rentals | 02/27/01 | 1 | 363,948 | - | 1 | - | - | 363,948 | - | 363,948 | Principal and 3% interest each year for 55 years when surplus cash is available | | | |
| Poinsettia Housing Assoc | Poinsettia Station | Rentals | 10/21/99 | 1 | 920,000 | - | 1 | (144,784) | - | 775,216 | - | 775,216 | Principal and 3% interest each year for 55 years when surplus cash is available | | | |
| Bridge Housing Corp | Villa Loma | Rentals | 11/04/94 | 2 | 2,212,000 | - | 0 | (2,212,000) | - | - | - | - | Principal and 3% interest each year for 15 years when surplus cash is available | | | |
| Dove Family Housing | La Costa Paloma | Rentals | 07/15/03 | 1 | 2,070,000 | - | 1 | (1,486,204) | - | 583,796 | - | 583,796 | Principal and 3% interest each year for 55 years when surplus cash is available | | | |
| CIC Calavera LP | Mariposa Apts | Rentals | 09/15/04 | 1 | 1,060,000 | - | 1 | - | - | 1,060,000 | - | 1,060,000 | Principal and 3% interest each year for 55 years when surplus cash is available | | | |
| Individual homebuyers | Mulberry at Bressi Ranch | Sale | 04/29/05 | 100 | 1,840,000 | 19,660,200 | 100 | - | - | 1,840,000 | 19,660,200 | 21,500,200 | Payment deferred 30 years. No interest is due unless home is sold before 31th year | | | |
| Individual homebuyers | Village by the Sea | Sale | 10/28/05 | 11 | 220,000 | 4,087,200 | 7 | - | - | 220,000 | 4,087,200 | 4,307,200 | Payment deferred 30 years. No interest is due unless home is sold before 31th year | | | |
| El Camino Family Housing | Cassia Heights | Rentals | 03/07/06 | 1 | 1,454,276 | - | 1 | - | - | 1,454,276 | - | 1,454,276 | Principal and 3% interest each year for 55 years when surplus cash is available | | | |
| Individual homebuyers | Laguna Point | Sale | 07/06/06 | 3 | 210,000 | - | 2 | (70,000) | - | 140,000 | - | 140,000 | Payment deferred 45 years. No interest is due unless home is sold before 46th year | | | |
| Individual homebuyers | The Bluffs Roosevelt | Sale | 06/14/07 | 8 | 200,000 | - | 8 | - | - | 200,000 | - | 200,000 | Payment deferred 30 years. No interest is due unless home is sold before 31th year | | | |
| Individual homebuyers | Gardens | Sale | 08/30/07 | 11 | 1,583,423 | - | 11 | - | - | 1,583,423 | - | 1,583,423 | Refer to Agenda Bill 18,569 / Resolution 2006-131 & AB 19,183 / R2007-255 | | | |
| CIC La Costa | Hunter's Point | Rentals | 08/19/08 | 1 | 1,932,000 | - | 1 | - | - | 1,932,000 | - | 1,932,000 | Refer to AB18,251 / Resolution 2005-264 | | | |
| Down Payment & Closing Cost Assistance | Various | Assistance | 06/25/09 | 22 | 255,518 | - | 22 | - | - | 255,518 | - | 255,518 | Refer to Agenda Bill 19,415 / Resolution 2008-121 | | | |
| CIC Glen Ridge, LP | Glen Ridge | Rentals | 10/05/09 | 1 | 1,014,000 | - | 1 | - | - | 1,014,000 | - | 1,014,000 | Refer to Agenda Bill 397 / Resolution 435 | | | |
| Tavarua Senior Apartments, LP | Tavarua | Rentals | 12/14/11 | 1 | - | - | 1 | - | - | - | - | - | Refer to Agenda Bill 418 / Resolution 475 | | | |
| North County Solutions for Change | Property Acquisition | Rentals | 06/28/12 | 1 | 780,000 | - | 1 | - | - | 780,000 | - | 780,000 | Refer to Agenda Bill 20,936/Resolution 2012-136 | | | |
| Catholic Charities | Homeless shelter | Shelter | 03/01/10 | 3 | 507,585 | - | 3 | - | - | 507,585 | - | 507,585 | Refer to AB19,768/R2009-068; AB20,530/R2011-081; AB20,764/R2011- | | | |
| Individual homeowners | N/A | Repair Property | 05/20/10 | 7 | 28,593 | - | 6 | (2,083) | - | 26,510 | - | 26,510 | Refer to AB19,415 / Resolution 2008-121 | | | |
| Hospice of North Coast | N/A | Acquisition | 02/27/13 | 1 | 1,065,000 | - | 1 | - | - | 1,065,000 | - | 1,065,000 | Refer to AB21,116/Resolution 2013-027 | | | |
| Harding Street Neighbors, LP | Carol-Harding Duplex | Acquisition | 03/14/13 | 1 | 7,408,000 | - | 1 | - | - | 7,408,000 | - | 7,408,000 | Refer to AB21,028/Resolution 2012-235 | | | |
| Tracy Templeton | Laguna Point | Sale | 04/17/13 | 1 | 108,150 | - | 1 | - | - | 108,150 | - | 108,150 | TBD | | | |
| Thomas & Judy Kim | Rose Bay | Sale | 08/23/13 | 1 | 229,775 | - | 1 | - | - | 229,775 | - | 229,775 | TBD | | | |
| Allowances | | | | | (1,599,095) | | | | | (1,599,095) | | | | | | |
| | | | | 485 | \$ 30,813,616 | \$ 28,400,000 | 263 | \$ (8,509,309) | \$ (3,013,250) | \$ 22,304,308 | \$ 25,386,750 | \$ 49,290,153 | | | | |

1st Qtr: received \$19,633 in CHAP loan payments; received a \$15,000 pay-off related to the Serrano development; received a \$111,518 principal payment related to the Laurel Tree development; issued a \$229,775 loan related to the Rose Bay development; issued a \$9,468 DPCCA loan.